## **AMENDMENTS TO THE CLAIMS**

This listing of claims will replace all prior versions, and listings, of claims in the application:

1. (Currently Amended) A ferritic stainless steel <u>having good of</u> machinability, <u>which has comprising</u>:

a chemical composition eonsisting of comprising 0.001-0.1 mass % of C, Si up to 1.0 mass %, Mn up to 1.0 mass %, 15-30 mass % of Cr, Ni up to 0.60 mass %, 0.5-6.0 mass % of Cu, optionally one or more of Sn and In not less than 0.005 mass % in total, and the balance being Fe except inevitable impurities; and

the <u>a</u> structure that <u>having</u> Cu-enriched particles with <u>a</u> concentration of C not less than 0.1 mass % or concentration of Sn and/or In not less than 10 mass %—<u>are</u>, <u>said</u> <u>particles being</u> dispersed at <u>a ratio of</u> 0.2 vol. % or more in a ferritic matrix.

2. (Currently Amended) A martensitic stainless steel <u>having good of</u> machinability, <u>which hascomprising</u>:

a chemical composition eonsisting of comprising 0.01-0.5 mass % of C, Si up to 1.0 mass %, Mn up to 1.0 mass %, 10-15 mass % of Cr, Ni up to 0.60 mass %, 0.5-6.0 mass % of Cu, optionally one or more of Sn and In not less than 0.005 mass % in total, and the balance being Fe except inevitable impurities; and

the <u>a</u> structure that <u>having</u> Cu-enriched particles with <u>a</u> concentration of C not less than 0.1 mass % or concentration of Sn and/or In not less than 10 mass %, <u>are</u> <u>said</u> <u>particles being</u> dispersed at <u>a ratio of</u> 0.2 vol. % or more in a martensitic matrix.

- 3. (Currently Amended) The ferritic or martensitic stainless steel defined by Claim 1 or 2claim 1, wherein the composition further contains at least one or more of 0.2-1.0 mass % of Nb, 0.02-1 mass % of Ti, 0-3 mass % of Mo, 0-1 mass % of Zr, 0-1 mass % of Al, 0-1 mass % of V, 0-0.005 mass % of B and 0-0.05 mass % of rare earth metals (REM).
- 4. (Currently Amended) A method of manufacturing a ferritic or martensitic stainless steel sheet <u>having good of machinability</u>, which comprises comprising the steps of:

Application No. Not Yet Assigned Paper Dated: November 14, 2003 In Reply to USPTO Correspondence of N/A Attorney Docket No. 2204-032128

providing a stainless steel <u>consisting of comprising 0.001-0.5</u> mass % of C, Si up to 1.0 mass %, Mn up to 1.0 mass %, 10-30 mass % of Cr, Ni up to 0.60 mass %, 0.5-6.0 mass % of Cu, optionally one or more of Sn and In not less than 0.005 mass % in total, and the balance being Fe except inevitable impurities; and

aging said ferritic or martensite stainless steel at a temperature within a range of 500-900°C for one hour or longer, one or more times on any stage at least one time after a hot-rolling step until a forming step to a final product,

whereby Cu-enriched particles with concentration of C not less than 0.1 mass % or concentration of Sn and/or In not less than 10 mass % were dispersed in a ferritic or martensitic matrix by said aging.

5. (New) The martensitic stainless steel defined by claim 2, wherein the composition further contains at least one or more of 0.2-1.0 mass % of Nb, 0.02-1 mass % of Ti, 0-3 mass % of Mo, 0-1 mass % of Zr, 0-1 mass % of Al, 0-1 mass % of V, 0-0.005 mass % of B and 0-0.05 mass % of rare earth metals (REM).